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8 Attorneys for Complainant

9 BEFORE THE DEPARTMENT OF CORPORATIONS
10 OF THE STATE OF CALIFORNIA

11
12 THE CALIFORNIA CORPORATIONS)
COMMISSIONER,)

13 Complainant,)

14 v.)

15 CHRISTOPHER A. JENSEN AND RODOLFO)
16 PRECIADO,)

17 Respondents.)
18)
19)
20)

STIPULATION TO DESIST AND REFRAIN
ORDER

21
22 IT IS HEREBY STIPULATED AND AGREED between Christopher A. Jensen, Rodolfo
23 Preciado (collectively, "Respondents") and the California Corporations Commissioner
24 ("Commissioner"), as follows:

25 WHEREAS, Respondents admit the jurisdiction of the California Department of
26 Corporations over their persons and over the subject matter of this Stipulation.

27 WHEREAS, Respondents waive the right to any hearing or further judicial review, including
28 that provided by California Corporations Code Sections 25532, subdivision (d), and 25609 and
California Government Code section 11523.

1 WHEREAS, Respondents agree and stipulate to withdraw the request for a hearing and agree
2 that the administrative hearing scheduled for March 2 and March 3, 2009 be taken off calendar.

3 WHEREAS, all terms used, but not defined herein, shall have the meaning assigned to them
4 by the California Corporations Code.

5 WHEREAS, Respondents represent that no promises of any kind or nature whatsoever were
6 made to induce Respondents to enter into this Stipulation, and that this Stipulation is a voluntary act
7 on the part of Respondents.

8 WHEREAS, Respondents were involved in the offer and sale of securities in California in
9 issuer transactions and the Department of Corporations has not issued a permit authorizing any
10 person to offer these securities. Respondents claim that an officer of The New York Network, Inc., a
11 Nevada corporation, a former director of the New York Networks, Inc., a Delaware corporation, and
12 counsel for Mad Engine, Inc. going public as the New York Networks, Inc. represented to
13 Respondents that the securities were being offered pursuant to the private placement exemption
14 available in Rule 506 of Regulation D promulgated under Section 4(2) of the Securities Act of 1933,
15 as amended and pursuant to the National Securities Market Improvement Act of 1996.

16 WHEREAS, Respondents stipulate to the issuance of the Desist and Refrain Order ("Order")
17 dated July 21, 2008, attached hereto as Exhibit A, directing Respondents to desist and refrain from
18 the further offer and sale of securities in the State of California, including, but not limited to
19 common stocks and warrants, unless and until qualification has been made under said law or unless
20 exempt. The Order further directs Respondents to desist and refrain from the offer and sale of
21 securities in this state by means of oral and written communications, which misrepresent and omit to
22 state material facts.

23 WHEREAS, Respondents, without admitting any of the findings contained within the Order
24 or this Stipulation, hereby agree and stipulate to the Order. Respondents claim that they did not
25 make untrue statements of material fact in connection with the offer and sale of securities.

26 WHEREAS, Respondents agree and acknowledge that nothing in this Stipulation shall
27 preclude the Commissioner, his agents, officers, or employees, to the extent authorized by law, from
28 referring any evidence or information regarding this matter to any other state or federal law

1 enforcement official, or from assisting, cooperating, or co-prosecuting with regards to any
2 investigation and/or action.

3 WHEREFORE, Respondents Christopher A. Jensen and Rodolfo Preciado agree to the
4 finality of the Commissioner's Order. Respondents further understand and agree that the Order
5 remains in effect and is public. Respondents further understand and agree this Stipulation does not
6 prevent the Commissioner from taking future action in regard to this matter.

7
8 **PRESTON DuFAUCHARD,**
9 **California Corporations Commissioner**

10 Dated: 1/22/09

11 By _____
12 ALAN S. WEINGER
13 Lead Corporations Counsel

14 **CHRISTOPHER A. JENSEN AND RODOLFO**
15 **PRECIADO**

16 Dated: 1/21/09

17 By _____
18 CHRISTOPHER A. JENSEN

19 Dated: 1/21/09

20 By _____
21 RODOLFO PRECIADO

22 Approved as to Form

23 Dated : 1 / 21 / 09

24 By _____
25 EDWARD GARTENGERG
26 Attorney for Respondents
27
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